S. O. H-27—60,000—17-11-48

P.W.(1949) Department.

HS SERIES.

G.O. No. 2187

Dated 13.6.49

[illegible Abstract]

Electricity - Prepaid Electric Meters - Accounts, Collection, Records and Returns.

Form No.133a

THE MANGALORE ELECTRIC SUPPLY CO., LTD.

Managing Agents :
OCTAVIUS STEEL & CO., LTD.

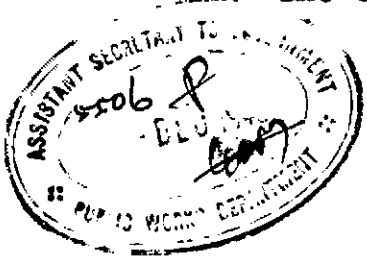
POST BOX NO. 55
14, OLD COURT HOUSE STREET.

GRAMS : "LAPIZANDO, CALCUTTA."
Phone No. Calcutta. 146 (3 Lines)

Ref. No MAN A/C112/68 *Calcutta,* 29th Nov. *1948*

REGD.ENCLO

The Chief Electrical Inspector
to the Government,
Post Box.No.417
Chepauk,
Madras 5



Dear Sir,

We beg to enclose, in duplicate, the Statutory Accounts of this Company for the year ended 31st March,1948, made up in accordance with Section II of the Indian Electricity Act 1910, together with a letter (in original) from the auditors Messrs. Lovelock & Lewes.

Two copies of the Annual Report and Accounts and Forms IX are also enclosed.

Yours faithfully,
OCTAVIUS STEEL & CO.LTD.

MANAGING DIRECTOR
MANAGING AGENTS.

Copy to:-
The Secretary to the
Government of Madras,
Public Works & Labour Dept.,
Madras.

ND

2

QwD(E)

Qs.

The accounts for 1942-48 and the audit report thereon of the Bangalore Electrical Undertaking required in para. 1 above may be awaited till 1-1-49 for making the C.E.A. also the remarks.

PD
6/12
6.12.48

7-12-48

Form No. 33a

3

THE MANGALORE ELECTRIC SUPPLY CO., LTD.

Managing Agents :

OCTAVIUS STEEL & CO., LTD.

POST BOX NO. 55

14, OLD COURT HOUSE STREET.

CABLE: "LAPIZANDO, CALCUTTA."
Phone No. Calcutta. 146 (3 Lines)

Ref. No. MAN A/C113/68 *Calcutta,* 29th Nov *19*48

REGD ENCLO

The Secretary to the Government of Madras,
Public Works and Labour Department,
Madras.

Dear Sir,

Cm-55-27
6.12.48
57-17 m/c

We beg to enclose a copy of the Statutory Accounts of the Company for the year ended 31st March 1948, made up in accordance with Section 11 of the Indian Electricity Act 1910 together with a letter (in original) from the auditors, Messrs.Lovelock & Lewes.

One copy of the Annual Report and Accounts and Form IX are also enclosed.

Yours faithfully,
OCTAVIUS STEEL & CO.LTD.

MANAGING DIRECTOR
MANAGING AGENTS.

ND

5

TELEGRAPHIC ADDRESS- "VELOX" CALCUTTA.
TELEPHONE Nº 750 (2 LINES).
BENTLEY'S CODE

LOVELOCK & LEWES.
CHARTERED ACCOUNTANTS.
REGISTERED ACCOUNTANTS.

R. S. ARTHUR. C.A.
[redacted]
R. ADAM BROWN. C.A.
J. D K BROWN. C.A.
A. K. JOSCELYNE. A.C.A.

CALCUTTA & MADRAS

4, Lyons Range,
Calcutta. 1

SEO/RSA/539

29th November, 1948.

The Secretary to the Government of Madras,
Public Works & Labour Department,
Madras.

Dear Sir,

In accordance with the Madras Government Order No.334 of 3rd February 1944, we have examined the Statement of Share Capital Appropriation and Forms numbered II, III, IV, V, VI, VII and VIII, which relate to the accounts of the Mangalore Electric Supply Co. Ltd., with the books and vouchers for the year ended 31st March, 1948.

Revenue Account:

The expenditure chargeable to consumers on this account has been debited to the Revenue Account in accordance with the instructions contained in Circular G.O. No.2732 dated 13th December, 1934. In the Accounts published to the Shareholders, this expenditure has been capitalised. Depreciation written off expenditure on Service Connections is calculated on the capitalised expenditure shown in the Accounts published to the Shareholders.

Liability in respect of Audit Fee amounting to Rs.50/- has not been taken into account.

For your information we enclose a copy of the Accounts of the Mangalore Electric Supply Co. Ltd. for the year ended 31st March, 1948.

Subject to the above remarks, we find that the Accounts have been properly maintained in the Forms referred to in Rule 30(...) of the Indian Electricity Rules of 1937, and we are satisfied that only those items which properly belong to the Capital Account have been debited thereto, and nothing has been charged to the Revenue account which may be properly debited to Capital Account.

Yours faithfully,
Lovelock & Lewes.

Form of Accounts prescribed under the

[See Section II of t

The Mangalore El

For the year

No. I.—Statement of Share Capital appropriated for the purposes of the u

Description of Capital.	Authorised by	No. of shares subscribed.	Nominal amount of share	Called
1,00,000 Shares of Rs.10/- each	Memorandum of Association	56,000/-	Rs.10/-	

No. II.—Statement of Loan Capital appropriated for the purposes of the

Description of Loan.	Amounts Borrowed.		
	At per cent.	At per cent.	At per c
First Mortgage Debentures	5%		
			Less Redee

ndian Electricity Act, 1910, for Companies.

E ACT AND RULE 36 (3).]

ELECTRIC LICENCE.

ctric Supply Company, Limited.

ending **31st March , 1948**

dertaking authorised by the above mentioned licence at the end of the year.

up per share.	Total paid-up.	Subscribed not paid-up.	Remaining unallotted.	Total amount authorised.
10/-	5,60,000/-	Nil	44,000/-	10,00,000/-

ndertaking authorised by the above mentioned licence at the end of the year.

nt.	Total.	Remaining borrowing powers.	Total amount of borrowing powers.	
	2,75,000/-		1,37,500/-	Authorised by
ed	1,37,500/-			G.O.No.Mis.2825
				D/- 28-12-34

For and on behalf of
The Mangalore Electric Supply Co., Ltd.
OCTAVIUS STEEL & CO. LTD.

Managing Director.
Managing Agents.

In terms of our letter of even date.

Lovelock Lowes
Chartered Accountants
Registered Accountants

Calcutta,
29 NOV 1948

For the year ending

Dr.

A.—Generation.			
1. To fuel	94161-11-2		
2. To oil, waste, water and engine-room stores	15124- 3-4		
3. To proportion of salaries of engineers, superintendents and officers	4998-14-0		
4. To wages	15051- 9-0		
5. To repairs and maintenance as follows :—			
Buildings	951- 5-3		
Plant	6483- 7-8		
6. Proportion of provident fund contributions	2936- 6-8		
7. Proportion of Resident Engineer's commission	1934- 0-0	141641-	
To special items (to be specified)			
B.—Distribution.			
1. To proportion of salaries of engineers, superintendents and officers	4998-14-0		
2. To wages	3458-10-5		
3. To repairs, maintenance and renewals of mains	3426- 5-6		
4. To repairs, maintenance and renewals of transformers, etc. ...	2691- 8-7		
5. To repairs, maintenance and renewals of meters, switches, cut-outs and other apparatus on consumers' premises ...	3260-15-9		
6. To repairs and maintenance of station lighting	315- 6-7		
To repairs and maintenance of house services	1629-11-5		
7			
8. To repairs and maintenance of fans and motors			
9. To repairs and maintenance of instruments and tools	873-10-10		
10. To proportion of provident fund contributions	1468- 3-4		
11. To proportion of Resident Engineer's commission	1934- 0-0		
12. To proportion of motor car maintenance	2035-10-11	26093-	
C.—Public Lamps.			
1. To attendance and repairs	7741- 1-3		
2. To renewals etc.	2382-13-1	10123-	
D.—Rents, rates and taxes.			
1. To rents payable			3917
2. To rates and taxes			26073
lectricity Duty			207849

Carried over.

E ACCOUNT.

31st March 1948 Cr.

1. By sale of energy for lighting purposes	22[illegible]3- 4-3	
2. By sale of energy for power purposes	[illegible]5[illegible]- 2-0	
3. By sale of energy under special contracts		
4. By public lighting	2[illegible]079-12-0	
By Bazar Lighting	146[illegible]-14-6	
" Public Lamps Maintenance Charges Recovered	11045- 0-0	
5. By rental of meters and other apparatus on consumers' premises	13742- 0-0	
6. By rental of service lines		
7. By transfer fees		
8. By service connections	11623-12-7	
9. By miscellaneous receipts from consumers	3242- 0-0	
		[illegible]0240-6-6
10. By sundry sales and contracts		
11. By other items (to be specified)		

9-
6-
8-

Carried over.

40[illegible]

Brought Forward.		207849- 8-0
E.—Management Expenses.		
1. To Directors' remuneration	1536- 0-0	
2. To Managing Agents' commission	4663- 0-0	
3. To Managing Agents' allowance	9000- 0-0	
4. To share of Managing Agents' technical staff salaries ...	11517- 0-0	
5. To general establishment charges	19092- 7-11	
6. To proportion of salaries of Engineers, superintendents & officers...	6665- 2-0	
7. To Auditors of Company	650- 0-0	
8. To Auditor appointed under the provisions of the Act ...	50- 0-0	
9. To proportion of motor car maintenance	678- 9-0	53852- 2-11
F.—Law Charges.		
To Law expenses		24- 1-0
G.—Depreciation.		
1. To depreciation in respect of leasehold works		
2. To depreciation in respect of buildings	3966- 2-0	
3. To depreciation on plant	14287- 2-9	
4. To depreciation on mains	6859- 5-5	
5. To depreciation on transformers, etc.	3603- 3-6	
6. To depreciation on meters	3907- 9-8	
7. To depreciation on general stores	514- 7-1	
To depreciation in respect of any other items, to be specified		
Depreciation on house services	4427- 0-9	
Depreciation on public lamps	462- 9-3	
Depreciation on loose & fixed tools	496-15-8	
Depreciation on furniture & fittings	381- 3-8	
Depreciation on motor car & cycles	275 - 0-0	
Depreciation on spare gear	1856-14-2	
Depreciation on Motors Auxiliary Gear on hire	150- 3-5	
Depreciation on Mainstreet Lighting Extensions	549-15-0	41737-12-4
H.—Special Charges.		
To special items (to be specified)		
Insurance	5590- 1-3	
Service Connections	10385- 9-6	
Inspection fees	541- 0-0	16516-10-9
		312[illegible]0- 4-0

Total expenditure

... ...

ACCOUNT—*contd.* **Cr.**

Brought Forward.	402243-3-4

For and on behalf of
The Mangalore Electric Supply Co., Ltd.
OCTAVIUS STEEL & CO LTD.

Managing Director.
Managing Agents.

In terms of our letter of even date.

Lovelock & Lewes
Chartered Accountants
Registered Accountants

Calcutta,
29 NOV. 1948

402242-3-4

COMPANIES' ACCOUNTS.

No. IX—STATEMENT OF ENERGY GENERATED, SOLD, &c.

Total energy generated in Kilowatt-hours.	Kilowatt-hours sold.					Kilowatt-hours used on works.	Kilowatt-hours not accounted for.	Total Kilowatt-hours accounted for	Kilowatts connected for public lamps.	Total consumers connected.	Total Kilowatts connected.	Plant installed Kilowatts.	Maximum supply demanded in Kilowatts.
	Public lamps	Special contract.	Consumers by meter for lighting purposes.	Consumers by meter for power purposes.	Total.								
1	2	3	4	5	6	7	8	9	10	11	12	13	14
2000000	171100		703314	013001	1787333	73033	830006	1001106	1	0407	0363	750	604

For and on behalf of
The [illegible]
Per Pro [illegible]

Qs. ಪತ್ರಾಂಕ

p. 3 ante — M/s Octavius Steel & Co. have sent a copy of the
pp 7-9 ante — audited Statement of the accounts for 1947-48 of the Mangalore
p. 5 ante — Electric Licensee and the auditors report thereon. The
— and these are on pp 5-19 of. A copy of these has been
p. 1 ante — sent to the C.E.I.C. also. The C.E.I.C's report on it
— may be awaited till 1.1.49

RD
9.12.48

DF
9.12.48

10/XII

No. III.—C

For the year en

	Expenditure up to end of previous year.	Expended during the year.	Total expenditure to
1. To preliminary expenses (to be specified) :—			
2. To lands including law charges incidental to acquisition	11[illegible]- 6-0		11[illegible]- 6
3. To buildings	1041[illegible]- 2-0		1041 4- 1
4. To plant	230155-12-8	0070- 0-0	2[illegible]- 6
5. To mains	276373-11-7	4716-13-6	[illegible]-10
6. To service connections	31096-2-1	0021-12-6	[illegible]-1
7. To transformers, etc.	47712- 6-8	[illegible]- 7-0	6[illegible]-1
8. To meters, and fees for certifying under the Act	00004- 0-0	1106- 0-0	[illegible]-1
9. To general stores	0070- 0-0		5676- 0
10. To special items (to be specified) :—			
Public lamps	12603- 3-8	10-12-0	12[illegible]- 1
Loose and fixed tools	13607- 0-1	30- 0-0	13637- [illegible]
Furniture and fittings	3512- 4-0		3[illegible]- 4
Motor car and cycles	0070- 0-0		0[illegible]- [illegible]
Motor and Auxiliary Gear on hire ...	0002-14-0		[illegible]-14
[illegible]-inc - treet lighting: - [illegible]xtensions	21097- 0-10		[illegible]
[illegible]w Machinery	10000- 0-0	0037-15-0	[illegible]37-15
Total expenditure ...	903516- 7-7	00120- 0-0	9[illegible]
To balance of Capital Account			
			[illegible]

PITAL ACCOUNT.

ng 31st March, 1948

	Receipts up to end of previous year.	Received during the year.	Total receipts to 31st March 1948
By ordinary shares of ... ... Rs.10/- each fully			
Ditto ... paid in Cash ...	6,00,000/-		6,00,000/-
By preference shares of...			
By debenture stock			
By mortgages and bonds	1,07,000/-		1,07,000/-
By amounts received in anticipation of calls ...			
By other receipts (to be specified)			
By forfeited shares	75/-		75/-
	6,07,075/-		6,07,075/-
By Balance			

In terms of our letter of even date.

Lovelock Lewis.
Chartered Accountants
Registered Accountants

Calcutta,
the 29 NOV 1948

For and on behalf of
The Mangalore Electric Supply Co., Ltd.
OCTAVIUS STEEL & CO. LTD.

Managing Director.

Managing Agents.

TEMP. TEL. WEST 708.
TELEGRAPHIC ADDRESS:- "VELOX", CALCUTTA.
TELEPHONE No 750 (2 LINES).
BENTLEY'S CODE.

LOVELOCK & LEWES.
CHARTERED ACCOUNTANTS.
REGISTERED ACCOUNTANTS.

R. S. ARTHUR, C.A.
~~HAROLD HATTY, C.A.~~ J.S.F. GIBB, C.A.
R. ADAM BROWN, C.A. A.M.S. FERGIE, C.A.
~~J. D. K. BROWN, C.A.~~
A. K. JOSCELYNE, A.C.A. ~~S.C. LAING, A.C.A.~~

CALCUTTA & MADRAS

IN YOUR REPLY PLEASE REFER TO

Bill No.3799.

4, Lyons Range, Calcutta.1.

93

29th November, 1948.

Messrs. Octavius Steel & Co.Ltd.,
Calcutta.

Dr.

To LOVELOCK & LEWES.

To Our fee for auditing the accounts of the Mangalore Electric Supply Co.Ltd. Government Returns for the year ended 31st March 1948 ... ... Rs.50. 0. 0

Rupees Fifty only.

SD.

TEMP. TEL WEST 708.

TELEGRAPHIC ADDRESS:- "VELOX" CALCUTTA.
TELEPHONE No 750 (2 LINES).
BENTLEY'S CODE.

LOVELOCK & LEWES.
CHARTERED ACCOUNTANTS.
REGISTERED ACCOUNTANTS.

R. S. ARTHUR, C.A.
~~HAROLD BATTYE, A.C.A.~~
R. ADAM BROWN, C.A.
~~J. D. H. BROWN, C.A.~~
A. K. JOSCELYNE, A.C.A.
J. S. F. GIBB, C.A.
A. M. S. FERGIE, C.A.
J. C. LAING, A.C.A.

CALCUTTA & MADRAS

IN YOUR REPLY PLEASE REFER TO

4, Lyons Range,
Calcutta.1.

28th December, 1948.

MANGALORE ELECTRIC SUPPLY CO. LTD.

We certify that in accordance with the Madras Government Order No.324 of 3rd February,1944, we have continued to act as Auditors on behalf of Government for the year ended 31st March, 1948.

Lovelock & Lewes

CHARTERED ACCOUNTANTS.
REGISTERED ACCOUNTANTS.

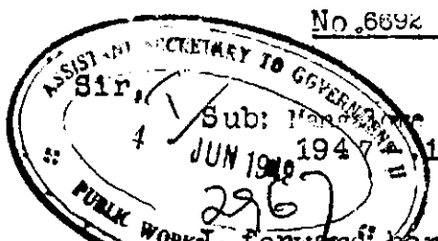
SD.

ELECTRICITY DEPARTMENT.

From: Sri K.V.Karantha, M.A., M.I.E.,
Chief Electrical Inspector to Govt.,
Post Box No.417, Madras-5.

To The Secretary to Government,
Public Works Department,
Fort St. George, Madras.

No.6692 C/48-5 dated, 30--5--1949



Sir,

Sub: [illegible] 1947-1948- Electric Licence - Accounts for Remarks - Submitted.

***

I forward herewith a copy of the audited statement of accounts of the Mangalore Electrical Undertaking for 1947 - 1948, audit report, and bill of charges for Government audit. and a certificate regarding the continuance of appointment as Government auditors.

2. The accounts have been scrutinised and the following remarks are submitted.

3. The accounts under review relate to the 15th year of operation.

4. The important features of working are as extracted below:-

Name of item.	1946 - 1947	1947 - 1948
1. Total capital expenditure to the end of	902515	954636
2. Total operation and maintenance expenditure.	254660	309595
3. Total expenditure against revenue.	267833	385812
4. Total revenue from electric supply.	331054	361929
5. Total revenue from working.	360693	397522
6. Gross profit.	102332	82262
7. Net profit for the year.	92860	11710
8. Net profit from ~~G.B/S.~~ General Balance Sheet.	(-) 41428	(-) 16831
9. Cost per unit ~~purchased~~ generated in as.	0.94 as	1.11 as
10. Working cost per unit ~~purchased~~ generated in annas.	2.30 as	3.03 as
11. Working cost per unit sold in as.	2.71 as	3.58 as
12. Total units ~~purchased~~ generated.	1872405	2040263
13. Total units sold.	1578450	1727533
14. Total number of consumers.	2199	2497
15. Maximum Demand	574 K.W.	594 K.W.
16. Dividend declared on ordinary shares.	Nil.	Nil. Index from

5. The auditor's bill of charges of Rs. 50/- for Government audit for the year under review is the same as last years and is recommended for payment by the licensees.

P.T.O.

STATEMENT OF MANAGEMENT EXPENSES.

Year.	Capital Expenditure to the end of the year	Total revenue for the year.	Management expenses	Percentage of Management expenses to total revenue.
1943-1944	8,70,400	2,48,197	50,424	20.31
1944-1945	8,71,100	2,62,247	52,365	19.97
1945-1946	8,71,700	3,09,968	54,960	17.00
1946-1947	9,02,500	3,60,693	80,433	22.30
1947-1948	9,54,600	3,97,522	98,044	24.66

Ad/1-8.

T. Nuanas

CHIEF ACCOUNTANT.

550 - 5 - 8

PN (9)

31

8V/13/6

3 cf-

p 27-29 cf-

p 2 to 6 ; 28 cf-

p 2 to 5 p 27 cf
&
p 23 cf-

Sub:- Elecy - Mangalore Electric Licence - Accounts for 1947-48 - Recorded with remarks.

Ref:- From M/s. Octavius Steel & Co. Ltd., No. MAN. A/C113/68 dated 29.11.48

From the CEIA No 6692 D/48-5 dated 30-5-49;

G.O. MS No. 2187 dated 13.6.49

Recorded.

2. It is observed that the management expenses, ~~of the~~ including undertaking salaries, wages, Directors remuneration, managing agents allowance and commission, etc., which were already high are increasing year after year.

3. The Govt: sanction the payment of a fee of Rs: 50/- (Rupees fifty only) to the auditor for work done on behalf of the Govt: The licensee is requested to pay the amount to the auditors as soon as possible

10.6.49

11.6.49

To
M/s. Octavius Steel & Co. Ltd.,
14, Old Court House Street,
Calcutta.

Copy to M/s Lovelock & Lewes,
Chartered Accountants,
4, Lyons Range
Calcutta.

To the CEIA (2 copies)

P.N (D)

Note :-

The draft order overleaf is based on the recommendations of the CEIC at pp 27-28 cf and is for approval.

10.6.09

11.6.09

10.6.09